

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2975 - SB 2908

February 25, 2010

SUMMARY OF BILL: Requires the State Insurance Committee to provide the opportunity for eligible local education employees to participate in the long-term care benefits program.

ESTIMATED FISCAL IMPACT:

Increase Local Expenditures – Exceeds \$100,000/One-Time/Permissive

Assumptions:

- According to the Department of Finance and Administration (F&A), the Division of Benefits Administration, local education employees electing to participate will be responsible for paying all premium costs; therefore, no participation by the state with monthly premiums.
- F&A indicates that local education agencies electing to offer long-term care benefits to employees will be required to establish payroll deduction for premium payments.
- This fiscal impact for this bill is dependent upon several unknown factors such as the number of local education agencies that will offer the benefit option to its employees, the number of local education employees that will elect to participate, and the extent of payroll system costs for any electing local education agency.
- Any increase to local government expenditures for payroll system modifications would be considered one-time, permissive and reasonably estimated to exceed \$100,000 statewide.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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/rnc